

SB. NO. 1184

JAN 24 2013

A BILL FOR AN ACT

RELATING TO CONFORMITY OF THE HAWAII INCOME TAX LAW TO THE
INTERNAL REVENUE CODE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. The purpose of this Act is to conform Hawaii
income tax law to the Internal Revenue Code.

SECTION 2. Chapter 235, Hawaii Revised Statutes, is
amended to effectuate the purpose of this Act.

SECTION 3. This Act shall take effect upon its approval.

INTRODUCED BY:



BY REQUEST

S.B. NO. 1184

Report Title:

Income Tax; Conformity to the Internal Revenue Code for 2012

Description:

Provides a vehicle for conforming amendments to the Hawaii income tax law based upon amendments to the Internal Revenue Code made in calendar year 2012.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

JUSTIFICATION SHEET

DEPARTMENT: Taxation

TITLE: A BILL FOR AN ACT RELATING TO CONFORMITY OF THE HAWAII INCOME TAX LAW TO THE INTERNAL REVENUE CODE.

PURPOSE: To amend Hawaii's income tax law to conform with changes to the Internal Revenue Code made in calendar year 2012.

MEANS: Amend sections 235-2.3(a) and 235-2.35, Hawaii Revised Statutes (HRS).

JUSTIFICATION: Section 235-2.5(c), HRS, mandates that the Department of Taxation submit to each regular session of the Legislature a bill that amends Hawaii's income tax law to conform to changes in the Internal Revenue Code. This bill amends section 235-2.3(a), HRS, by changing the date from 2011 to 2012 to reflect tax law changes made in the 2012 calendar year.

Note: Additional amendments to conforming provisions are anticipated.

Impact on the public: Conformity through amendments to the operative provisions of the Internal Revenue Code will minimize the burden on taxpayers to comply with the requirements of Hawaii's income tax law.

Impact on the department and other agencies: Conforming Hawaii's income tax law to that of the Internal Revenue Code will increase consistency between the state and federal jurisdictions.

GENERAL FUND: Pending.

OTHER FUNDS: None.

PPBS PROGRAM DESIGNATION: None.

OTHER AFFECTED
AGENCIES:

None.

EFFECTIVE DATE:

Upon approval.